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**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
BOARD OF ADMINISTRATION  
BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE**

**MINUTES OF MEETING**

**March 14, 2006**

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A meeting of the Benefits and Program Administration Committee (BPAC) was held on Wednesday, March 14, 2006, in the Lincoln Plaza North Auditorium, 400 Q Street, Sacramento, California.

The meeting was called to order at 9:00 a.m. and the following Committee Members were present:

Kurato Shimada, Chair  
Rob Feckner, Vice Chair  
Robert Carlson  
George Diehr  
Priya Mathur  
Debbie Endsley, representing Michael Navarro  
Tony Oliveira  
Maeley Tom  
Nick Smith, representing Steve Westly

Other Board Members present:

James Zerio, representing Philip Angelides  
Mike Quevedo

**AGENDA ITEM 2 – APPROVAL OF THE FEBRUARY 15, 2006 BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE MEETING MINUTES**

On **MOTION** by Nick Smith, **SECONDED** and **CARRIED**, the minutes were corrected to reflect the next Benefits and Program Administration Committee Meeting scheduled for March 14, 2006.

**AGENDA ITEM 3 – ELECTIONS OF COMMITTEE CHAIR AND VICE CHAIR OF THE BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE**

The Committee unanimously elected Kurato Shimada as Chair and Rob Feckner as Vice Chair.

#### **AGENDA ITEM 4 – PUBLIC HEARING AND ADOPTION OF PROPOSED REGULATIONS – SERVICE CREDIT INSTALLMENT PAYMENT INTEREST**

Ken Nitschke, Chief, Office of Policy and Program Development presented this item. Staff discussed proposed regulations regarding the interest rate charged on member installment payments for service credit purchases.

Mr. Kurato Shimada, Committee Chair, began the public hearing at 9:08 a.m. on March 14, 2006. There was no public testimony or comments received at the hearing. The public hearing was closed at 9:13 a.m.

On **MOTION** by Ms. Priya Mathur, **SECONDED** and **CARRIED**, the Committee recommended that the Board adopt the proposed amendments to Title 2 of the California Code of Regulations to make explicit the current CalPERS policies and practices for the interest rates charged on member installment payments for service credit purchases and contribution adjustments.

#### **AGENDA ITEM 5 – CHIEF ACTUARY REPORT**

Ron Seeling indicated that there is nothing to report at this time.

There was a discussion of the status of the GASB 43 and 45 project.

#### **AGENDA ITEM 6 – ASSISTANT EXECUTIVE OFFICER REPORT**

Kathie Vaughn presented the Benefits and Program Administration Assignment Matrix as of March 1, 2006.

Mr. Feckner requested that a performance measurement report be agendized for a meeting in the near future.

#### **AGENDA ITEM 7 – DRAFT AGENDA FOR APRIL 18, 2006 BPAC MEETING**

The draft agenda for the April 2006 Committee meeting was reviewed and accepted.

#### **AGENDA ITEM 8 –PUBLIC COMMENT**

There was no public comment.

**The next meeting of the Benefits and Program Administration Committee is scheduled for April 18, 2006 in Sacramento, CA.**

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FRED BUENROSTRO  
Chief Executive Officer